GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:4879
ANSWERED ON:24.08.2001
REVIVAL OF PUBLIC SECTOR ENTERPRISES
PRABHAT KUMAR SAMANTARAY;SRIKANTA DATTA NARASIMHARAJA WADIYAR

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the proposal to restructure some public sector enterprises are pending with Government;

(b) if so, the details thereof;

(c) whether the Hindustan Cables, Hindustan Paper Corporation Limited and HMT Limited are some of those PSEs;

(d) if so, what would be the financial implication of the restructuring plan; and

(e) the steps taken in this regard?

Answer

MINISTER OF STATE FOR HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) to (e) It has been the constant endeavour of the Govt to restructure and revive the CPSUs.. Under the present arrangements, BIFR decides the viability and sanctions rehabilitation plans for revival of sick industrial PSUs under the provisions of Sick Industrial Companies Act. For other CPSUs, the concerned administrative Ministries / Departments explore various options for restructuring of the enterprises under their control on case to case basis This is an ongoing effort. In the specific cases of Hindustan Cables Ltd and HMT Ltd, the Govt have sanctioned restructuring plans. Details of these plans are given at Annexure. A restructuring plan for Hindustan Paper Corporation Ltd. was sanctioned in 1996 and implemented. A fresh proposal for further restructuring is under consideration

Annexure

Sl. No.	PSU	Date of sanction of fund	Fresh infusion (Rs. cr.)	Write off loan (Rs. cr.)	Conversion of into equity (Rs. cr.)
1.	HCL	Jan 99	143.00	122.66	167.12
2.	HMT	July 2000	294.65	12.74	39.70